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February 27, 2019

VIA ELECTRONIC FILING

Mr. Daniel P. Wolf Executive Secretary Minnesota Public Utilities Commission 121 7th Place East, Suite 350 St. Paul, Minnesota 55101-2147

RE: Compliance Filing – Annual Load Utilization

Various Petitions for Approval of Firm Gas Transportation Agreements

PUBLIC DOCUMENT—TRADE SECRET DATA REDACTED

Docket No. PL-6580/M-19-____

Dear Mr. Wolf:

In various Orders filed in assorted dockets regarding approval of firm transportation agreement, the Minnesota Public Utilities Commission ("Commission") directed Greater Minnesota Transmission, LLC ("GMT") to file an annual load utilization factor letter stating its annual load utilization factors by contract for each of its intrastate pipelines and pipeline segments. In order to reduce the administrative burden of filing the identical letter in each separate docket, GMT was directed to file its compliance letter in a new docket; hence, while this appears as an initial filing in a new docket, it is substantively a compliance filing related to each of the following dockets:

PL-6580/M-06-1063

PL-6580/M-13-91

PL-6580/M-13-94

PL-6580/M-14-386

G-022/M-14-342

PL-6850/M-14-578

PL-6580/M-14-1056

PL-6580/M-15-967

PL-6580/M-15-968

PL-6580/M-15-1041

PL-6580/M-16-1026

PL-6580/M-16-936

PL-6580/M-17-809

PL-6580/M-17-810



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By its Order dated October 30, 2018, the Commission required GMG to meet with Commission Staff to respond to ongoing Staff questions about this report. Staff was provided with a draft of this letter on January 9, 2019 and the requisite discussion occurred on February 7, 2019 and included representatives from GMT, Commission Staff, Department Staff, and the Office of the Attorney General.

This letter constitutes the requisite annual report submitted in compliance with the Commission's Orders. This document is a non-public document, as it contains trade secret data and GMT respectfully requests that the material remain protected from public view. A public version, in which the trade secret information has been excised, has also been filed with the Commission. GMT maintains that the trade secret information meets the statutory criteria for protection because the information is supplied by GMT; GMT and the other party to each contract make extensive efforts to maintain the secrecy of the information and do not make the information available outside of GMT except to other parties involved in contracts and requisite regulatory agencies; and, GMT and the other party to each contract derive independent economic value from the information not being generally known to the public and competitors.

The utilization factor of the pipeline and pipeline segments utilized by project are identified in the table contained in Exhibit A, attached hereto. The table provides the percentage of capacity utilized by each segment of the respective line, identified by the corresponding contract and docket number.

With respect to the final section of the table, which reflects the utilization factor for all lines other than the Cannon Falls and Prairie Island lines, the contractual capacity and physical capacity are the same, with the assumption that gas is taken off at the end of the line, as the lines were specifically constructed to accommodate the delivery points that the customers requested.

The first two sections of the table reflect the utilization factors for the Cannon Falls and Prairie Island lines. The data for those lines reflects the contractual capacity by pipeline segment. As the Commission may recall, the line was built as a steel line to serve a power plant; and, because it is a high pressure steel line, physical capacity can be increased by up to three times contractual capacity by increasing operating pressures to the Maximum Allowable Operating Pressure of the pipeline. Those sections also reflect that the utilization factor for GMG on each of the lines exceeds 100%. While, at first blush, that may seem improbable, GMG's utilization factor results from the permissible use of excess capacity. While GMG has contracted for a particular amount of entitlement on each line, the contracts include provisions that permit the use of excess capacity on an interruptible basis if it is available, resulting in contractually approved overrun volume usage by GMG on some occasions. Such overruns generally occur primarily during grain drying season. The end result of the GMG's occasional use of excess capacity is that, in a mathematical calculation, GMG's actual use exceeds its identified contractual capacity resulting in utilization factors exceeding 100%;



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however, there is no actual risk to the supply level for GMT's other customers on the line since the incremental service is provided on an interruptible basis.

With regard to the lines that went into service during 2018, the actual volumes for those lines are based only on each line's respective actual throughput and entitlement for the period the line was in service. GMT and GMG believe that, on an annualized basis, the volumes used in the cost of service projections are reasonable.

Please do not hesitate to contact me should you have any questions or concerns or if you require additional information. My direct dial number is (507) 665-8657 and my email address is kanderson@greatermngas.com. All individuals identified on the official service lists for each respective docket have been electronically served with the same.

Sincerely,

GREATER MINNESOTA TRANSMISSION, LLC

/s/ Kristine A. Anderson Corporate Attorney

cc: Service List

Exhibit A Utilization Factor Table

[TRADE SECRET DATA BEGINS] 2016 Annual 2017 Annual 2018 Annual Load Load Load Contract Line Docket Utilization Utilization Utilization No. Description Parties Number Factors Factors Factors (1) (2) (3) (4) (5) 1 Cannon Falls Line Invenergy - Xcel GMT & Xcel 06-1063 Xcel - Nuclear GMT & Xcel 13-266 4 PIIC GMT & Prairie Island Indian Comm. 13-91 5 Greater MN Gas GMT & GMG 13-94 6 Cannon Falls Line 7 PIIC Line Xcel - Nuclear 8 GMT & Xcel 13-266 9 PIIC GMT & Prairie Island Indian Comm. 13-91 **GMG** 10 GMT & GMG 13-94 PIIC Line 11 12 All Other Contracts, Lines & Segments 13 Barnesville Line GMT & Xcel 14-386 14 Holdingford Line GMG & Xcel 14-342 1/ Ulen Line 15 GMT & Xcel 14-578 2/ Twin Valley Mahnomen Line 16 GMT & Community Co-ops 14-1056 GMT & Community Co-ops 17 Red Lake Falls line 15-967 18 Beltrami Fertile Line GMT & Community Co-ops 15-968 Lafayette Courtland Line 19 GMT & United Natural Gas 15-1041 20 Lower Sioux Line GMT & United Natural Gas 16-1026 21 Parkers Prairie Line/Miltona Line GMT & Lake Region Energy Svcs. 16-936 & 17-810 22 Dent Line GMT & Lake Region Energy Svcs. 17-809 1/ Served through Greater Minnesota Gas facilities. 2/ The original parties to the contract were GMT and West Central Ag Services. West Central Ag subsequently assigned it to Xcel.

CERTIFICATE OF SERVICE

I, Kristine Anderson, hereby certify that I have this day served a true and correct copy of the following document to all persons at the addresses indicated on the attached list by electronic filing, electronic mail, or by depositing the same enveloped with postage paid in the United States Mail at Le Sueur, Minnesota:

Greater Minnesot		Annual Utilization Factor Compliance Filing
filed this 27 th day of F		
·	•	/s/ Kristine A. Anderson
		Kristine A. Anderson, Esq.
		Corporate Attorney
		Greater Minnesota Transmission LLC

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Kristine	Anderson	kanderson@greatermngas. com	Greater Minnesota Gas, Inc.	202 S. Main Street Le Sueur, MN 56058	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.st ate.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1800 St. Paul, MN 55101	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
lan	Dobson	residential.utilities@ag.stat e.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012130	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Sharon	Ferguson	sharon.ferguson@state.mn .us	Department of Commerce	85 7th Place E Ste 280 Saint Paul, MN 551012198	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Brian	Gardow	bgardow@greatermngas.c om	Greater Minnesota Gas, Inc.	PO Box 68 Le Sueur, MN 56058	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Nicolle	Kupser	nkupser@greatermngas.co m	Greater Minnesota Gas, Inc.	202 South Main Street P.O. Box 68 Le Sueur, MN 56058	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Greg	Palmer	gpalmer@greatermngas.co m	Greater Minnesota Gas, Inc.	PO Box 68 202 South Main Stree Le Sueur, MN 56058	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017
Daniel P	Wolf	dan.wolf@state.mn.us	Public Utilities Commission	121 7th Place East Suite 350 St. Paul, MN 551012147	Electronic Service	No	GEN_SL_Greater Minnesota Gas, IncOfficial Service List 2017